COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE ADJUSTMENT OF THE RATES)
OF MARTIN GAS, INC., FOR AN) CASE NO. 10204
INCREASE IN GAS RATES)

ORDER

On October 6, 1988, Martin Gas, Inc. ("Martin"), petitioned the Commission to reconsider and rehear its Order of September 16, 1988 granting an increase in rates.

Martin's petition states that the rates granted by the Order do not correspond to the rates set out in the Staff Report issued August 26, 1988. Martin's petition for rehearing is hereby granted and Martin is ordered to file with this Commission by November 9, 1988, the following information to support its contention that the rates in the Appendix to the Order in this case are not correct:

- 1. Supporting calculations for the alleged 10 cents per Mcf difference in rates and the alleged \$4,178 difference in revenue.
- 2. Calculations and a statement showing how the PGA calculated in Case No. 9550-E, Notice of Purchased Gas Adjustment Filing of Martin Gas, Inc., referenced in the Appendix to the September 16, 1988 Order is reflected in the alleged difference.
- 3. The Staff Report in this case was issued July 5, 1988. An Amended Staff Report was issued August 26, 1988. On August 31, 1988, Martin agreed to the revenue requirement in the Amended

Staff Report. An Interim Order in Case No. 9550-E was issued September 1, 1988. The Order issued September 16, 1988 adopted the revenue requirement in the Amended Staff Report, adjusting for the PGA calculated in Case No. 9550-E as stated in the Appendix to the Order. In the petition for rehearing, Martin did not state an objection to the incorporation of this PGA into the rates. Provide a reconciliation of this sequence of events with Martin's contention that a revenue deficiency exists.

BE IT SO ORDERED.

Done at Frankfort, Kentucky, this 26th day of October, 1988.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST:

Executive Director